GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

IT,E&C Dept. – IT Promotion –Certain Waivers and Sanctions from Relevant Departments – Fixing of land Prices in Electronic Manufacturing Cluster-2 - Concessional Price to a Select set of Electronic Manufacturers to create manufacturing Ecosystem in Electronic Manufacturing Cluster-2 in Vikruthamala Village Near the Tirupati Airport, Chittoor District – Orders - issued.

INFORMATION TECHNOLOGY, ELECTRONICS & COMMUNICATIONS (Promotion wing) DEPARTMENT

G.O. Ms.No.11 Dated: 29-06-2018

Read the following:

1. G.O.Ms.No.16, ITE&C (Promotions Wing)Dept, Dated:09.09.2014.
2. G.O.Ms.No.7, ITE&C (Promotions Wing)Dept,, Dated: 06.04.2015.
3. G.O.Ms.No.20, ITE&C (Promotions Wing)Dept,, Dated: 22.09.2016.
4. G.O.MS.No.36, Industries & Commerce (P&I) Dept., Dated 03.03.2017.
5. G.O.MS.No.99, Industries & Commerce (P&I) Dept., Dated.21.10.2015
6. G.O.MS.No.170, Industries & Commerce (P&I) Dept., Dated 09-12-2016

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O R D E R:

In the G. Os.1st to 3rd read above, Government has issued Electronics Policy to promote Electronics Industry and Electronics Manufacturing Clusters to all regions of the State to generate gainful employment to people of Andhra Pradesh domicile.

2. GoAP proposed to set up two (2) Electronic Manufacturing Clusters (EMC) near Tirupati Airport, Renigunta & Yerpedu Mandals, Chittoor Dist., vide 5th read above, to make Tirupati a destination for manufacturers under ESDM Sector. The first EMC (EMC-1) named as Sri Venkateswara Mobile & Electronics Manufacturing Hub spread over 122 Acres is promoted by M/s Celkon Impex Pvt. Ltd. The second EMC (EMC-2) spread over 501.4 Acres is one of the largest EMCs across India in terms of area. It was decided that EMC-2 should be developed and promoted by APIIC.

3. GoAP approved the proposal received form M/s. Dixon Technologies with an investment of Rs.150 Cr and Employment Commitment of 1,500 as one of the highest investment (Anchor Unit) in EMC-2. Similarly, proposals received from 28 other ESDM companies were shown as anchor units for EMC-2 with a total outlay of Investment of Rs.318.90 Cr and commitment to generate 5352 jobs for the local skilled youth. The representation for final approval was filed by the APIIC as a chief promoter.

4. In response to the representations of APIIC, the MeitY, GoI has accorded Final Approval for EMC-2 in August 2017 to be developed in a total area of 501.4 Acres with developed area to an extent of 362.91 Acres.

5. In the interim, Government allotted 30 acres of land at a price of Rs.20 Lakhs/Acre to M/s. Munoth Industries Limited, who have committed to bring in an investment of Rs.500 Cr and with employment of 1700, vide4th read above. In addition, a set of 16 ESDM companies out of the proposals received earlier have been recommended land to an extent of 52.3 Acres in the 20th CCITI Meeting held on 10.11.2017, with an investment of Rs.227.56 Cr and to generate employment of 3290 for their first phase.

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6. APIIC has submitted that the land cost in EMC -2 works out to Rs. 74.09 lakhs per acre and advised that certain exemptions/waivers from relevant departments in Govt. of Andhra Pradesh to bring down the land cost of EMC-2, from Rs. 74.09 lakhs per acre to Rs. 54.55 Lakhs Per acre.

7. Certain exemptions / waivers were accorded by the relevant departments as per details given below.

a) Waiver from MA&UD Dept. - Rs. 19.08Cr. towards deposits payable to Tirupati Municipal Corporation and Scrutiny & Layout Approval charges payable to TUDA.

b) Reduction of Interest and Administrative Costs from APIIC – Rs. 19.30 Cr. reduction in Interest charges and Administrative charges.

8. In order to achieve the objective mentioned in the para 6 above, ITE&C department has requested for permission to utilize the funds to an extent of Rs. 30.27 Crores already allotted to the Department for the financial year 2018-2019 to finance the creation of external infrastructure of EMC-2 Project. Also, the Department has requested the Government for approval to fix the price of land in EMC-2 in staggered model to facilitate APIIC to recover their project expenditure.

9. In view of the above Government after careful examination & consideration of proposal hereby agreed for the following;

a) Permitted ITE&C to utilise the funds to an extent of Rs. 30.27 Crores already allotted to it in the budget to finance the creation of External infrastructure of EMC-2 Project.

b) Permitted APIIC for land price in EMC-2 with staggered pricing given below:

Sl. No.	Extent of Land (Ac)	Rate (Rs. In lakhs /Acre)	Amount recovered (Rs. In Cr)	Land to be allotted to Electronic Companies
1	30	20	6	For the land to be given to M/s Munoth Industries Limited vide Go Ms. No: 36 dated 30.03.2017 issued by Industries and commerce department
2	52.3	20	10.46	Land to be given to 16 SME Entrepreneurs recommended in 20th CCITI subject to APIIC terms and conditions.
3	20	54.55	10.91	Land to be retained by APIIC for building the manufacturing sheds
4	100	56	56	
5	100	70	70	
6	59.61	75	44.70	

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10. The following actions shall be taken by officers mentioned therein:

a) Principal Secretary, ITE&C Department, shall take up necessary action as given in para 9 (a);
b) The Principal Secretary MA&UD shall take up necessary action as given in Para 7 (a);
c) The Vice Chairman and Managing Director of Andhra Pradesh Industrial Infrastructure Corporation (APIIC) shall take necessary action as given in paras 7(b) & 9 (b).

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K.VIJAYANAND
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Principal Secretary, MA&UD, Andhra Pradesh
The Special Chief Secretary, Revenue, Andhra Pradesh
The Vice Chairman & Managing Director, APIIC Ltd, Vijayawada.
The Vice Chairman, TUDA
The Commissioner, Tirupati Municipal Corporation

Copy to
All the Departments of Secretariat
The Commissioner and I.G., Stamps and Registration, Andhra Pradesh
The Commissioner, Industries, Andhra Pradesh
The Executive Director, APIIC, Andhra Pradesh
The Member Secretary, A.P. Pollution Control Board, Andhra Pradesh
The Chairman & MD, AP TRANSCO, Vijayawada
The Managing Director, APEPCPDCL /SPCPDCL
The Commissioner, Labour, Andhra Pradesh
All the District Collectors & Magistrates, AP
All the Municipal Commissioners, AP,
The Development Commissioner, VSEZ, Visakhapatnam
The Director, STPI, Andhra Pradesh
The President, ITAAP, Andhra Pradesh
The Regional Director, NASSCOM, Andhra Pradesh,
The Secretary to GOI, (MeitY) , New Delhi
The Chief Minister's Office/Chief PRO to C.M.
The Chief Commissioner, Customs & Central Excise, Hyderabad
The PS to Principal Secretary to CM Andhra Pradesh
The PS to Chief Secretary to Govt. Andhra Pradesh
The OSD to Minister for Information Technology, Andhra Pradesh
The PS to Minister for Information Technology, Andhra Pradesh
The PS to Minister for Finance, Andhra Pradesh
The PS to Minister for Major Industries, Andhra Pradesh
The PS to Minister for Revenue, Andhra Pradesh
The PS to Minister for MA&UD, Andhra Pradesh
The PS to Minister for Energy, Andhra Pradesh
The PS to Minister for Labour, Andhra Pradesh
The PS to Spl CS Planning, Andhra Pradesh
The PS to PFS, Andhra Pradesh

// FORWARDED :: BY ORDER //

SECTION OFFICER